

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

RECEIVED

APR 15 2004

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY
Z CORPORATION COMMISSION
DIRECTOR OF UTILITIES

P

W-03512A
Pine Water Co., Inc.
% Brooke Utilities, Inc.
P.O. Box 82218
Bakersfield CA 93380

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
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FOR COMMISSION USE

Ann04	03
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COMPANY INFORMATION

Company Name (Business Name) PINE WATER COMPANY, INC.

Mailing Address P.O. BOX 82218
(Street)
BAKERSFIELD CA 93380
(City) (State) (Zip)

800-270-6084 or 661-633-7546 800-748-6981
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address customerservice@scwater.com or mistiej@brookeutilities.com

Local Office Mailing Address 1010 SOUTH STOVER ROAD
(Street)
PAYSON AZ 85541
(City) (State) (Zip)

928-474-8130 928-474-1695
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address deans@brookeutilities.com

MANAGEMENT INFORMATION

Management Contact: ROBERT T. HARDCASTLE PRESIDENT
(Name) (Title)

P.O. BOX 82218 BAKERSFIELD CA 93380
(Street) (City) (State) (Zip)

661-633-7526 800-748-6981
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address rth@brookeutilities.com

On Site Manager: DEAN SHAFFER
(Name)

1010 S. STOVER ROAD PAYSON AZ 85541
(Street) (City) (State) (Zip)

928-474-8130 928-474-1695
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address deans@brookeutilities.com

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: ROBERT T. HARDCASTLE

(Name)

P.O. BOX 82218

(Street)

BAKERSFIELD

(City)

CA

(State)

93380

(Zip)

661-633-7526

Telephone No. (Include Area Code)

800-748-6981

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: JAY SHAPIRO W/ FENNEMORE CRAIG

(Name)

3003 N. CENTRAL AVE., STE 2600 PHOENIX

(Street)

(City)

AZ

(State)

85012

(Zip)

602-916-5000

Telephone No. (Include Area Code)

602-916-5566

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☒ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME: PINE WATER COMPANY, INC

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	16,930	1,330	15,600
304	Structures and Improvements	160,067	104,102	55,965
307	Wells and Springs	65,994	47,967	18,027
311	Pumping Equipment	132,307	74,698	57,609
320	Water Treatment Equipment	5,320	1,226	4,094
330	Distribution Reservoirs and Standpipes	247,073	179,220	67,853
331	Transmission and Distribution Mains	998,286	719,732	278,554
333	Services	70,981	51,938	19,043
334	Meters and Meter Installations	256,122	97,107	159,015
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	479	44	435
	TOTALS	1,953,559	1,277,364	676,195

This amount goes on the Balance Sheet Acct. No.108



COMPANY NAME: PINE WATER COMPANY, INC

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	16,930	2.62%	444
304	Structures and Improvements	160,067	2.61%	4,178
307	Wells and Springs	65,994	2.62%	1,729
311	Pumping Equipment	132,307	2.56%	3,389
320	Water Treatment Equipment	5,320	2.61%	139
330	Distribution Reservoirs and Standpipes	247,073	2.62%	6,473
331	Transmission and Distribution Mains	998,286	2.50%	24,985
333	Services	70,981	2.58%	1,830
334	Meters and Meter Installations	256,122	2.33%	5,975
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	479	2.71%	13
	TOTALS	1,953,559	2.52%	49,155

This amount goes on Comparative Statement of Income and Expense
Acct. No.403.

COMPANY NAME: PINE WATER COMPANY, INC

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ -	\$ -
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	18,111	6,955
146	Notes/Receivables from Associated Company		
151	Plant Materials and Supplies		
162	Prepayments	18,040	23,560
174	Miscellaneous Current and Accrued Assets	3,725	3,725
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 39,876	\$ 34,240
	FIXED ASSETS		
101	Utility Plant in Service	\$ 1,891,594	\$ 1,953,559
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation - Utility Plant	(1,228,209)	(1,277,364)
121	Not-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 663,385	\$ 676,195
	DEFERRED INCOME TAX DEBITS	\$ 369,000	\$ 369,000
	TOTAL ASSETS	\$ 1,072,261	\$ 1,079,434

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME: PINE WATER COMPANY, INC

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 59,388	\$ 35,495
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Company	533,599	704,074
235	Customer Deposits	21,356	26,882
236	Accrued Taxes	29,001	19,671
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	11,095	
	TOTAL CURRENT LIABILITIES	\$ 654,440	\$ 786,122
	LONG-TERM DEBT (Over 12 Months)		
224	Long-term Notes and Bonds	\$ 55,353	\$ 33,436
	Deferred Credits		
251	Unamortized Premium on Debt		
	Refundable Meter Advances	\$ 39,979	\$ 73,983
252	Advances in Aid of Construction	12,093	12,093
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	958,323	958,323
272	Less: Amortization of Contributions	(494,931)	(519,135)
281	Accumulated Deferred Income Taxes		
	TOTAL DEFERRED CREDITS	\$ 515,464	\$ 525,264
	TOTAL LIABILITIES	\$ 1,225,256	\$ 1,344,822
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 321,823	\$ 321,823
211	Paid In Capital in Excess of Par Value	584,935	584,935
215	Retained Earnings	(1,059,754)	(1,172,146)
218	Proprietary Capital (Sole Props & Partnerships)		
	TOTAL CAPITAL	\$ (152,996)	\$ (265,388)
	TOTAL LIABILITIES AND CAPITAL	\$ 1,072,261	\$ 1,079,435

COMPANY NAME: PINE WATER COMPANY, INC

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 662,011	\$ 705,714
460	Unmetered Water Revenue		
474	Other Water Revenues	8,436	98,795
	TOTAL REVENUES	\$ 670,447	\$ 804,509
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 131,402	\$ 114,698
610	Purchased Water	125,033	174,500
615	Purchased Power	36,942	31,686
618	Chemicals	604	2,512
620	Repairs & Maintenance	59,423	38,600
621	Office Supplies and Expense		
630	Outside Services	161,856	133,286
635	Water Testing	7,758	8,116
641	Rents		
650	Transportation Expenses	176,144	170,040
657	Insurance - General Liability		
659	Insurance - Health and Life	12,663	13,787
666	Regulatory Commission Expense - Rate Case		42,650
675	Miscellaneous Expense	55,761	55,210
403	Depreciation Expense	47,457	49,155
408	Taxes Other Than Income	41,363	44,186
408.11	Property Taxes	51,177	32,849
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 907,583	\$ 911,276
	OPERATING INCOME/(LOSS)	\$ (237,136)	\$ (106,767)
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ -	\$ -
421	Non-Utility Income	408	
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(7,694)	(5,625)
	TOTAL OTHER INCOME/EXPENSE	\$ (7,287)	\$ (5,625)
	NET INCOME/(LOSS)	\$ (244,423)	\$ (112,392)

COMPANY NAME: PINE WATER COMPANY, INC

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN # 1	LOAN # 2	LOAN # 3	LOAN # 4
Date Issued	5/1/2000			
Source of Loan	Brooke Utilities			
ACC Decision No.	see below (1)			
Reason for loan	see below (2)			
Dollar Amount Issued	\$ 104,000			
Amount Outstanding	\$ 33,436			
Date of Maturity	4/30/2005			
Interest Rate	10%			
Current Year Interest	\$ 4,600			
Current Year Principal	\$ 21,916			

Meter Deposit Balance at Test Year End \$ 73,983

Meter Deposits Refunded During the Test Year \$ 11,991

(1) From E&R Water	ACC Decision # 62400	\$82,000
From Williamsons Water	ACC Decision # 62363	<u>\$22,000</u>
		\$104,000

(2) The purpose of the loan was to finance capital expenditure project to improve water system infrastructures.

WATER COMPANY PLANT DESCRIPTION**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (GPM)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (Inches)	Year Drilled
See	Attached	Page	9a			

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
Strawberry Water Co via Project Magnolia	2 pumps @ 250 gpm	11,616
Payson Water Co via Potable Water Truck	N/A	379
Starlight Pines Water Co. via Potable Water Truck	N/A	1,800
STWID Water Sharing Agreement (net)	20	7,989
Bloom Water Sharing Agreement	13	5,926
Weeks Water Sharing Agreement	11	5,176

BOOSTER PUMPS**FIRE HYDRANTS**

Horsepower	Quantity	Quantity Standard	Quantity Other
3.0	1	11	none
5.0	7		
7.5	3		

STORAGE TANKS**PRESSURE TANKS**

Capacity	Quantity	Capacity	Quantity
10,000 gallons	2	350 gallons	2
100,000 gallons	5	1,000 gallons	2
150,000 gallons	1	2,000 gallons	4
300,000 gallons	1	30 gallon bladder	1
		250 gallons	1
		5,000 gallons	1

WATER COMPANY PLANT DESCRIPTION Continued

WELLS							
ADWR ID NO.	PUMP HP	PUMP YIELD(GPM)	CASING DEPTH (FEET and Well Depth)	CASING DIAMETER (INCHES)	METER SIZE (INCHES)	YEAR DRILLED	Arsenic Level (Mgd): 2002
55-500002	none	No water found-well not developed	20	6"	none	6/26/1981	not applicable
55-501480	none	No water found-well not developed	none	none	none	U/A: Pre-1995	not applicable
55-501481	none	No water found-well not developed	none	none	none	1981	not applicable
55-510039	none	0	200	6"	none	U/A	< 0.0030
55-510800	none	No water found-well not developed	200	none	none	4/1/1985	not applicable
55-519445	0.5	7	190	6"	1"	1988	< 0.0030
55-525246	none	No water found-well not developed	23'	6"	none	12/10/1989	not applicable
55-603958	3	18	200	6"	1"	1971	< 0.0030
55-603960	1	2.5	300	4"	.75"	1974	< 0.0030
55-603961	3	16	20	8"	1"	1976	< 0.0030
55-603963	5	23	480	6"	2"	1978	< 0.0030
55-613687	0.75	14	200	6"	1"	1998	< 0.0030
55-613688	0.75	8.5	170	6"	1"	1980	< 0.0030
55-613689	1	14	29	6"	0.75	1980	< 0.0030
55-613690	none	0	N/A	6"	.75"		< 0.0030
55-613691	0.5	3	80	8"	.75"	1980	< 0.0030
55-613692	none	0	150	6"	none	1978	< 0.0030
55-613693	none	No water found-well not developed	20	4"	none	U/A: Pre-1995	not applicable
55-613694	none	No water found-well not developed	100	6"	none	U/A: Pre-1995	not applicable
55-613695	0.75	10	80	6"	1"	1979	< 0.0030
55-613696	0.75	3	80	6"	1"	1982	< 0.0030
55-635763	none	No water found-well not developed	85	6"	none	Jun-79	not applicable
55-635764	none	0	20'	6"	none	1981	< 0.0030
55-635765	none	No water found-well not developed	40	6"	none	Jun-79	not applicable
55-635766	none	No water found -well not developed	85	6"	none	Jun-79	not applicable
55-635767	none	0	171	5"	none	1977	< 0.0030
55-635768							< 0.0030
55-635769	1	0	232	8"	.75"	1976	< 0.0030
55-635770	2	0	99	6"	.75"	1979	< 0.0030
55-635772	none	0	79	6"	.75"	1979	< 0.0030
55-635775	2	3.5	270	6"	.75"	1976	< 0.0030
55-635777	none	No water found-well not developed	20	10"	none	U/A: Pre 1995	not applicable

Company Name
Year

Pine Water Co., Inc.
2003

WATER COMPANY PLANT DESCRIPTION *Continued*

OTHER WATER SOURCES

OTHER WATER SOURCES	CAPACITY (GPM)	GALLONS PURCHASED OR OBTAINED (in thousands)
Strawberry Water Co. Via Project Magnolia		11,616
Payson Water Co., via Potable Water Truck		379
Starlight Pines Water Co. Via Potable Water Truck		1,800
Aggregate Water Sharing Agreements		19,092

COMPANY NAME: Pine Water Co., Inc.

WATER COMPANY PLANT DESCRIPTION (Continued)

MAINS

Size (in inches)	Material	Length (in feet)
2	ABS	15,030
3	ABS	14,290
3	PVC	56,438
4	ABS	25,000
4	PVC	42,480
4	AC	25,000
5	none	none
6	AC	3,000
6	PVC	56,438
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 x 3/4	2,043
3/4 x 3/4	6
1	5
1 1/2	0
2	5
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp 6	
Turbo 6	
Total Meters	2,059

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

1-Chlorinator

STRUCTURES:

1 8' x 24' wood structure; 2 12' x 24' wood frames; 1 10' x 28' concrete block; 2- 10' x 12' wood frames; 1 10' x 14' concrete block; 1- 10' x 16' wood structure; 1 10' x 10' concrete block.

OTHER:

COMPANY NAME: Pine Water Co., Inc.

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003
PWS Number 04-034

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD ¹ (Thousands)	GALLONS PUMPED (Thousands)
January	1,919	3,336	2,686
February	1,934	3,943	1,380
March	1,960	3,845	1,136
April	1,984	2,230	2,552
May	1,978	5,518	2,848
June	2,000	6,399	3,037
July	1,997	6,230	3,050
August	1,989	5,224	1,846
September	1,980	4,630	1,701
October	1,979	3,813	2,385
November	1,977	3,769	1,913
December	1,975	3,030	1,652
Total		N/A	26,186

1- Company-owned wells

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (x) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (x) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system __see page 9a__ mg/L
(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME PINE WATER CO., INC. YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 42,027.94

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

2-2002 | 35175 35176 - 35183 35185



Pine Water Company, Inc.
P.O. Box 82218
Bakersfield, CA 93380-2218

BANK OF AMERICA
1440 TRUXTON AVENUE
BAKERSFIELD, CA 93301

16269

16-66
1220

CHECK NO.

***** Twenty-Five Thousand Five Hundred Eighty-Eight and 60/100 *****

DATE

AMOUNT

Apr 7 03

\$25,588.60

GILA COUNTY TREASURER
P.O. BOX 1093
GLOBE, AZ
85502

⑈016269⑈ ⑆122000661⑆ 14769⑈01525⑈

⑈0002558860⑈

25,588.60*+

16,439.34 +

002

42,027.94 *

PLEASE ENDORSE HERE

PAY TO THE ORDER OF
BANK ONE ARIZONA, NA
PHOENIX, ARIZONA

FOR DEPOSIT ONLY
GILA COUNTY TREASURER

6000 11884077 72

DO NOT WRITE, STAMP OR SIGN BELOW THIS LINE

RESERVED FOR MICROCASH WITHDRAWAL

ATM 15 03

04/16/03 LA,CA
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E5393 \$48 00013815640
7360043055

1119013314
04152003

1/2 35358 35359 A-35360

Pine Water Company, Inc.
P.O. Box 82218
Bakersfield, CA 93380-2218

BANK OF AMERICA
1440 TRUXTON AVENUE
BAKERSFIELD, CA 93301

17177

CHECK NO.

16-66
1220

16439³⁴

***** Sixteen Thousand Four Hundred Thirty-Nine and 34/100 *****

DATE

AMOUNT

Oct 15 03

\$16,439.34

PAY
TO THE
ORDER
OF

GILA COUNTY TREASURER
P.O. BOX 1093
GLOBE, AZ
85502

[Signature]

⑈017177⑈ ⑆122000661⑆ 14769⑈01525⑈ ⑈0001643934⑈

10/20/03 LA,CA
122000661 06
E5358 S30 67100048600
6460582312

OCT 17 03

BANK ONE, N
1119 13314
10172003

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PLEASE DEPOSIT ONLY
PAY TO THE ORDER OF
BANK ONE, ARIZONA, NA
PHOENIX, ARIZONA
12210024
FOR DEPOSIT ONLY
GILA COUNTY TREASURER
11804047

COMPANY NAME PINE WATER CO., INC.

YEAR ENDING 12/31/2003

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>(112,392)</u>
Estimated or Actual Federal Tax Liability	<u>0</u>
State Taxable Income Reported	<u>(112,392)</u>
Estimated or Actual State Tax Liability	<u>0</u>

RECEIVED

APR 15 2004

**✓ CORPORATION COMMISSION
DIRECTOR OF UTILITIES**

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u> </u>
Amount of Gross-Up Tax Collected	<u> </u>
Total Grossed-Up Contributions/Advances	<u> </u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE4-13-04
DATEROBERT T. HARDCASTLE**PRINTED NAME**PRESIDENT**TITLE**

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 15 2004

VERIFICATION

STATE OF CALIFORNIA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) KERN
NAME (OWNER OR OFFICIAL) TITLE ROBERT T. HARDCASTLE, PRESIDENT
COMPANY NAME PINE WATER CO., INC.

**ARIZONA CORPORATION COMMISSION
DIRECTOR OF UTILITIES**

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH 12	DAY 31	YEAR 2003
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 804,509

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 44,186
IN SALES TAXES BILLED, OR COLLECTED**

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS April **DAY OF**

(SEAL)

MY COMMISSION EXPIRES June 15, 2005

SIGNATURE OF OWNER OR OFFICIAL

(661) 633-7526

TELEPHONE NUMBER

COUNTY NAME

Kern

MONTH

13

2004

SIGNATURE OF NOTARY PUBLIC



**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

RECEIVED

APR 15 2004

VERIFICATION

STATE OF CALIFORNIA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) KERN	
NAME (OWNER OR OFFICIAL) ROBERT T. HARDCASTLE	TITLE PRESIDENT
COMPANY NAME PINE WATER CO., INC.	

ARIZONA CORPORATION COMMISSION
DIRECTOR OF UTILITIES

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$695,963
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(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 43,952
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

SIGNATURE OF OWNER OR OFFICIAL



SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS 13 DAY OF
(SEAL)

MY COMMISSION EXPIRES

June 15, 2005

NOTARY PUBLIC NAME Laurie Rachelle Keller	
COUNTY NAME Kern	
MONTH April	2004

X _____
SIGNATURE OF NOTARY PUBLIC